

**OFFICE OF THE TREASURER**

P.O. Box 942809  
Sacramento, CA 94209-0001  
(800) 900-3873  
www.treasurer.ca.gov



# The Treasury Note

A monthly newsletter of California municipal finance.  
March 1, 2003

## Bond Sale Appointments

### 2003B California Tobacco Settlement Asset-Backed Bonds

The State of California appointed the following firms to serve on the second sale of the Golden State Tobacco Securitization Corporation Tobacco Settlement Asset-Backed bonds scheduled to sell in April 2003:

**Senior Manager:** Salomon Smith Barney.

**Co-Senior Managers:** Bear, Stearns & Co. Inc.; First Albany Corporation; and UBS PaineWebber Inc.

**Co-Managers:** A.G. Edwards & Sons, Inc.; Banc of America Securities LLC; Banc One Capital Markets, Inc.; E.J. De La Rosa & Co., Inc.; Goldman Sachs & Co.; Jackson Securities Incorporated; J. P. Morgan Securities Inc.; Lehman Brothers; Loop Capital Markets; Merrill Lynch & Co.; Morgan Stanley; M.R. Beal & Company; O'Connor SWS Securities; Prager, McCarthy & Sealy; Prudential Securities Incorporated; Ramirez & Co., Inc.; and RBC Dain Rauscher.

**Financial Advisor:** Lamont Financial Services Corporation and Public Resources Advisory Group.

**Bond Counsel:** Orrick, Herrington & Sutcliffe LLP.

**Disclosure Counsel:** Sidley Austin Brown & Wood LLP.

### State Public Works Board

The State of California has appointed the following firms to serve on the State Public Works Board bond sale scheduled for March 26, 2003:

**Senior Manager:** Ramirez & Co., Inc.

**Co-Senior Manager:** Banc of America Securities LLC.

**Co-Managers:** Loop Capital Markets; Morgan Stanley; E. J. De La Rosa & Co., Inc.; Goldman Sachs & Co.; Great Pacific Securities, Inc.; and Redwood Securities Group, Inc.

**Bond Counsel:** Stradling, Yocca, Carlson & Rauth.

**Co-Bond Counsel:** Quint & Thimmig LLP.

**Disclosure Counsel:** Orrick, Herrington & Sutcliffe LLP.

**Pricing Advisor:** Kelling, Northcross & Nobriga.

## Recent Bond Sales

### General Obligation Bonds

The State of California sold \$900 million in general obligation bonds on February 13. The State sold the bonds in a competitive sale won by Morgan Stanley with the lowest true interest cost of 5.0569 percent. Merrill Lynch and Bear Stearns also submitted bids.

The three major rating agencies, Fitch Ratings, Moody's Investors Service, and Standard & Poor's rated the bonds A, A2, and A, respectively.

The bond proceeds are being used to fund the construction of K-12 schools necessary to relieve overcrowding and to repair older schools.



## Redemptions & Defeasances

The listing below reflects officially announced redemptions and defeasances as of March 1, 2003.

**State Public Works Board of the State of California, High Technology Facilities Lease Revenue Bonds (The Regents of the University of California), 1986 Series A (Irvine Facility), Dated Date: April 1, 1986 (Partial Redemption).**

\$465,000 of the bonds (CUSIP Number 130679AS2) due April 1, 2006 will be redeemed on April 1, 2003.

**State Public Works Board of the State of California, High Technology Facilities Lease Revenue Bonds (The Regents of the University of California), 1986 Series A (San Diego Facility), Dated Date: April 1, 1986 (Partial Redemption).**

\$3,715,000 of the bonds (CUSIP Number 130679AT0) due April 1, 2006 will be redeemed on April 1, 2003.

## Bond Sales Calendar

If you are interested in purchasing any of these bonds, please contact your broker two weeks before the sale date. For updated information, check our website ([www.treasurer.ca.gov](http://www.treasurer.ca.gov)) or contact *Investor Relations*.

PROPOSED BOND SALES <sup>(1, 2)</sup>	AMOUNT <sup>(1)</sup>	SALE DATE <sup>(1)</sup>
General Obligation Bonds – Variable Rate/Auction Rate	\$1.0 billion	March 25, 2003
Public Works Board – Various Projects	\$40 million	March 26, 2003
General Obligation Bonds – Fixed Rate	\$2.0 billion	April 23, 2003
California Consumer Power & Conservation Financing Authority – Energy Efficiency Master Trust Revenue Bonds	\$30 million	April 2003
Golden State Tobacco Securitization Corporation – Tobacco Securitization Bonds (Second Sale)	\$2.0 billion	April 2003
California Infrastructure and Economic Development Bank – State Revolving Fund	\$75 million	Spring 2003
General Obligation Bonds – Fixed Rate/Restructuring	\$1.75 billion	June 2003
California Infrastructure and Economic Development Bank – Bay Bridge Seismic	To Be Determined	Summer/Fall 2003

<sup>1</sup> Subject to change

<sup>2</sup> Economic refundings may be added

**State of California Various Purpose General Obligation Bonds, Dated Date: April 1, 1993 (Partial Redemption).**

\$44,800,000 of the bonds (CUSIP Number 13062NKV8) due April 1, 2015, and \$90,405,000 of the bonds (CUSIP Number 130628ZE3) due April 1, 2023, will be redeemed on April 1, 2003.

### Information & Assistance

To receive The Treasury Note newsletter monthly or for bond related questions contact *Investor Relations* at (800) 900-3873.



For updated information regarding upcoming bond sales, the State's credit rating, and other bond related information, log on to our website at [www.treasurer.ca.gov](http://www.treasurer.ca.gov).